

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:5384
ANSWERED ON:28.04.2000
OUTSTANDING TAX
PRABHUNATH SINGH

Will the Minister of FINANCE be pleased to state:

to the reply given to Unstarred Question No. 2933 dated December 17, 1999 and state:

- (a) whether any proposal is under consideration of the Government to attach their properties and bank accounts to recover the dues from them;
- (b) if so, the details thereof;
- (c) whether the action can be taken against the tax evaders by the Government under various acts of Parliament or rules/regulations;
- (d) if so, the reasons for not resorting to them; and
- (e) the details of the tax saving schemes at present available in the market and how much amount an individual can save in a year?

Answer

Minister of State in the Ministry of Finance

(Shri V. Dhananjaya Kumar)

(a) & (b) : The Department resorts to attachment of properties and bank accounts of defaulting assesseees, when other modes of recovery fail. Attachment of properties and bank accounts has already been made in respect of a few cases relating to income tax., as per the annexure attached.

(c) : Yes, Sir. Action is taken against tax evaders under the relevant provisions of the Income Tax Act, 1961 and the Central Excise Act, 1944, for evasion of income tax and central excise duty, respectively.

(d): Action is taken in appropriate cases.

(f) : Tax Savings schemes are available under various provisions of Section 88 of Income Tax Act, 1961. Under Clause (i) to Clause (xv) of this Section, a maximum saving of Rs. 60,000/- can be made, and the rebate available is to the tune of Rs. 12,000/- at the rate of 20% of the total savings. Investment in Clause (xvi) and (xvii) of Section 88, enables a person to save an additional amount of Rs. 10,000/-. In the case of authors, playwrights, artists, musicians, actors or sportsmen (including athletes), the upper limit is Rs. 70,000/- and rebate available is @ 25%, subject to overall ceiling of Rs. 17,500/-. In respect of income by way of interest, Government notifies tax-free bonds from time to time ; income from these bonds are exempt from tax. Similarly, in respect of income by way of capital gains, the tax thereon can be saved if the gains are invested in the securities notified by the Government for this purpose.

Annexure referred to in parts (a) & (b) of Lok Sabha Unstarred Question No. 5384 for 28.4.2000

The details of attachment made in a few cases are as follows:-

S.No.	Name of Cases	Nature of Attachment
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| 1. | Shri Surendra M. Khandhar | Bank account attached |
| 2. | M/s Rolex Holding Ltd. | Known assets and all bank account attached. |
| 3. | M/s. Shaw Wallace &Co. Ltd. | Attachment notices issued u/s 226(3) of the I.T.Act,1961. |
| 4. | Shri Niranjana J. Shah | Prohibitory order u/s 226(3) issued to the concerned party for restraining and prohibiting any transfer of |

share and remitting any dividends to the assesseees.

5. MTNL Ltd Bank accounts attached and Part of the outstanding
arrears realised.
6. Bhupendra C. Dalal
- 7 Ashwin S. Mehta Under the Special Courts (TORTS) Act, 1992,
8. Harshad Mehta all the assets stand attached in the custody
9. A.D. Narottam of the Custodian.
10. M/s. Growmore Research
Assets Management Ltd.